

Delta Electronics India Private Ltd.
 September 23, 2019

Ratings

Facilities	Amount (Rs. crore)	Rating ¹	Rating Action
Long-term Bank Facilities	-	-	Reaffirmed at CARE A; Stable and withdrawn
Short-term Bank Facilities	-	-	Reaffirmed at CARE A1 and withdrawn
Total Facilities	-		

Details of facilities in Annexure-1

Detailed Rationale

CARE has withdrawn the outstanding ratings of 'CARE A; Stable, CARE A1' [Single A; Outlook: Stable, A One] assigned to the bank facilities of Delta Electronics India Private Ltd. with immediate effect. The above action has been taken at the request of Delta Electronics India Private Ltd. and 'No Objection Certificate' received from the banks that have extended the facilities rated by CARE

Analytical approach: Not Applicable

Applicable Criteria

[Policy on Withdrawal of ratings](#)

About the Company

DEIPL, incorporated in 2008, is 100% owned subsidiary of Delta Energy Systems (Singapore) Pte Ltd (DES) which in turn is held by DET. DEIPL is engaged in selling electronic products including industrial automation products and display solutions. DEIPL is currently in the process of merging with its associate company – DPSIPL, which is also 100% owned by DES. DPSIPL is engaged in selling electronic products including telecom power solutions, UPS and solar inventors. The merger is under regulatory approval process and is expected to be completed in FY19 with retrospective effect from April 01, 2018. Both DEIPL and DPSIPL have registered office in Tamil Nadu. Consolidated operations will be carried out under DEIPL.

Brief Financials (Rs. crore)	FY18 (A)	FY19 (Prov)
Total operating income	1420.98	1604.29
PBILDT	83.06	61.74
PAT	40.31	36.09
Overall gearing (times)	0.07	0.00
Interest coverage (times)	24.13	58.80

A: Audited; P: Provisional

Status of non-cooperation with previous CRA: NA

Any other information: NA

Rating History for last three years: Please refer annexure II

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Cash Credit	-	-	-	0.00	Withdrawn
Non-fund-based - ST-Bank Guarantees	-	-	-	0.00	Withdrawn

¹Complete definition of the ratings assigned are available at www.careratings.com and other CARE publications

Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018	Date(s) & Rating(s) assigned in 2016-2017
1.	Fund-based - LT-Cash Credit	LT	-	-	-	1)CARE A; Stable (07-Sep-18)	-	-
2.	Non-fund-based - ST-Bank Guarantees	ST	-	-	-	1)CARE A1; Stable (07-Sep-18)	-	-

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

Contact us**Media Contact**

Name: Mradul Mishra
 Contact no: +91-22-6837 4424
 Email ID: mradul.mishra@careratings.com

Analyst Contact

Name: Ravleen Sethi
 Contact no: +91-11 - 4533 3278
 Email ID: ravleen.sethi@careratings.com

Business Development Contact

Name: Swati Agrawal
 Contact no: +91-11-4533 3200
 Email ID: swati.agrawal@careratings.com

About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

Disclaimer

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Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.

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